1	WASTE MANAGEMENT AMENDMENTS
2	2018 GENERAL SESSION
3	STATE OF UTAH
4	Chief Sponsor: Lee B. Perry
5	Senate Sponsor:
6 7	LONG TITLE
8	General Description:
9	This bill deals with fees set by the Division of Waste Management and Radiation
10	Control.
11	Highlighted Provisions:
12	This bill:
13	 creates the Division of Waste Management and Radiation Control Expendable
14	Revenue Fund and describes the uses of the fund;
15	 requires the Division of Waste Management and Radiation Control to upgrade
16	technology;
17	 states that the annual fee schedule set by the Division of Waste Management and
18	Radiation Control shall be equitable and fair, though not necessarily equal or
19	uniform;
20	 provides criteria in setting the annual fee schedule;
21	 authorizes a landfill to conduct a self-inspection with reporting to the Division of
22	Waste Management and Radiation Control;
23	provides a repeal date; and
24	makes technical changes.
25	Money Appropriated in this Bill:
26	None
27	Other Special Clauses:



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28	None
29	Utah Code Sections Affected:
30	AMENDS:
31	19-1-108, as last amended by Laws of Utah 2013, Chapter 330
32	19-6-109, as last amended by Laws of Utah 2012, Chapter 360
33	19-6-119, as last amended by Laws of Utah 2017, Chapter 281
34	63I-2-219, as last amended by Laws of Utah 2016, Chapter 369
35	ENACTS:
36	19-6-126, Utah Code Annotated 1953
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38	Be it enacted by the Legislature of the state of Utah:
39	Section 1. Section 19-1-108 is amended to read:
40	19-1-108. Creation of Environmental Quality Restricted Account Purpose of
41	restricted account Sources of funds Uses of funds.
42	(1) There is created the Environmental Quality Restricted Account.
43	(2) The sources of money for the restricted account are:
44	(a) radioactive waste disposal fees collected under Sections 19-3-106 and 19-3-106.4
45	and other fees collected under Subsection 19-3-104(5);
46	(b) hazardous waste disposal fees collected under Section 19-6-118;
47	(c) PCB waste disposal fees collected under Section 19-6-118.5;
48	(d) nonhazardous solid waste disposal fees collected under Section 19-6-119; and
49	(e) the investment income derived from money in the Environmental Quality
50	Restricted Account.
51	(3) In each fiscal year[- ;]:
52	(a) the first $[\$400,000]$ $\$200,000$ collected from the waste disposal fees listed in
53	Subsection (2), collectively, shall be deposited in the [General Fund as free revenue. The
54	balance] Division of Waste Management and Radiation Control Expendable Revenue Fund
55	created in Section 19-6-126; and
56	(b) the balance of the money collected from the waste disposal fees listed in Subsection
57	(2), collectively, shall be deposited in the [Environmental Quality Restricted Account]
58	Hazardous Substances Mitigation Fund.

(4) The Legislature may annually appropriate money from the Environmental Quality Restricted Account to:

- (a) the department for the costs of administering radiation control programs;
- 62 (b) the department for the costs of administering solid and hazardous waste programs; 63 and
 - (c) subject to Subsection (6), the Hazardous Substances Mitigation Fund, up to \$400,000, to provide money to:
 - (i) meet the state's cost share requirements for cleanup under the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. Sec. 9601 et seq. as amended; and
 - (ii) respond to an emergency as provided in Section 19-6-309.
 - (5) After the requirements of Subsection (3) are met, sources of money for the restricted account described in Subsection (2)(a) may only be used for the purpose described in Subsection (4)(a).
 - (6) An annual request for money to be appropriated from the Environmental Quality Restricted Account to the Hazardous Substances Mitigation Fund may be made by the department only after the executive director's review of the Environmental Quality Restricted Account's or the Hazardous Substances Mitigation Fund's balance as of the end of the fiscal year immediately before the general session for which the request is made.
 - (7) In order to stabilize funding for the radiation control program and the solid and hazardous waste program, the Legislature shall in years of excess revenues reserve in the Environmental Quality Restricted Account sufficient money to meet departmental needs in years of projected shortages.
 - (8) The Legislature may not appropriate money from the General Fund to the department as a supplemental appropriation to cover the costs of the radiation control program and the solid and hazardous waste program in an amount exceeding 25% of the amount of waste disposal fees collected during the most recent prior fiscal year.
 - (9) Money appropriated under this part that is not expended at the end of the fiscal year lapses into the Environmental Quality Restricted Account.
 - (10) (a) The balance in the Environmental Quality Restricted Account may not exceed \$4,000,000 above the anticipated revenue need for the money in the restricted account for the

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90	fiscal year.
91	(b) Excess funds under Subsection (10)(a) shall be credited on a proportionate basis to
92	each person who paid money to the fund in the previous fiscal year.
93	Section 2. Section 19-6-109 is amended to read:
94	19-6-109. Inspections authorized Fines for a self-inspected facility.
95	[Any] (1) A duly authorized officer, employee, or representative of the director may, at
96	any reasonable time and upon presentation of appropriate credentials, enter upon and inspect
97	any property, premise, or place on or at which solid or hazardous wastes are generated,
98	transported, stored, treated, or disposed of, and have access to and the right to copy any records
99	relating to the wastes, for the purpose of ascertaining compliance with this part and the rules of
100	the board. [Those persons referred to in this section]
101	(2) An inspector may also inspect any waste and obtain waste samples, including
102	samples from any vehicle in which wastes are being transported or samples of any containers or
103	labels.
104	(3) Any person obtaining samples shall give to the owner, operator, or agent a receipt
105	describing the sample obtained and, if requested, a portion of each sample of waste equal in
106	volume or weight to the portion retained.
107	(4) If any analysis is made of those samples, a copy of the results of that analysis shall
108	be furnished promptly to the owner, operator, or agent in charge.
109	(5) (a) Notwithstanding any other provision of this section, by January 1, 2019, the
110	division shall ensure that an owner or operator of a solid waste management facility may elect
111	to self-inspect the solid waste management facility.
112	(b) (i) The division shall create a training program to teach the owner or operator of a
113	solid waste management facility how to self-inspect the owner or operator's solid waste
114	management facility.
115	(ii) The training described in Subsection (5)(b)(i) shall be no longer than five hours

(c) An owner or operator that elects to self-inspect a solid waste management facility under Subsection (5)(a) shall:

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total.

(i) provide all information to the division that is required by this chapter and any rules issued by the board; and

121	(ii) conduct the self-inspection annually.
122	(d) The division shall ensure that a solid waste management facility is inspected by an
123	authorized division employee:
124	(i) annually, if the solid waste management facility does not elect to self-inspect under
125	Subsection (5)(a);
126	(ii) at least once every five years, regardless of whether the solid waste management
127	facility elects to self-inspect under Subsection (5)(a);
128	(iii) promptly upon receipt of a valid complaint about the solid waste management
129	facility; and
130	(iv) upon request by the solid waste management facility.
131	(6) The division shall ensure that a fine assessed against a solid waste management
132	facility that elects to self-inspect for a violation of this chapter or a rule made by the board is
133	higher than the fine that would be assessed against a solid waste management facility that does
134	not elect to self-inspect.
135	Section 3. Section 19-6-119 is amended to read:
136	19-6-119. Nonhazardous solid waste disposal fees.
137	(1) (a) Through December 31, 2018, and except as provided in Subsection (4), the
138	owner or operator of a commercial nonhazardous solid waste disposal facility or incinerator
139	shall pay the following fees for waste received for treatment or disposal at the facility if the
140	facility or incinerator is required to have operation plan approval under Section 19-6-108 and
141	primarily receives waste generated by off-site sources not owned, controlled, or operated by the
142	facility or site owner or operator:
143	(i) 13 cents per ton on all municipal waste and municipal incinerator ash;
144	(ii) 50 cents per ton on the following wastes if the facility disposes of one or more of
145	the following wastes in a cell exclusively designated for the waste being disposed:
146	(A) construction waste or demolition waste;
147	(B) yard waste, including vegetative matter resulting from landscaping, land
148	maintenance, and land clearing operations;
149	(C) dead animals;
150	(D) waste tires and materials derived from waste tires disposed of in accordance with
151	Title 19, Chapter 6, Part 8, Waste Tire Recycling Act; and

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152	(E) petroleum contaminated soils that are approved by the director; and
153	(iii) \$2.50 per ton on:
154	(A) all nonhazardous solid waste not described in Subsections (1)(a)(i) and (ii); and
155	(B) (I) fly ash waste;
156	(II) bottom ash waste;
157	(III) slag waste;
158	(IV) flue gas emission control waste generated primarily from the combustion of coal
159	or other fossil fuels;
160	(V) waste from the extraction, beneficiation, and processing of ores and minerals; and
161	(VI) cement kiln dust wastes.
162	(b) A commercial nonhazardous solid waste disposal facility or incinerator subject to
163	the fees under Subsection (1)(a)(i) or (ii) is not subject to the fee under Subsection (1)(a)(iii)
164	for those wastes described in Subsections (1)(a)(i) and (ii).
165	(c) The owner or operator of a facility described in Subsection 19-6-102(3)(b)(iii) shall
166	pay a fee of 13 cents per ton on all municipal waste received for disposal at the facility.
167	(2) (a) Through December 31, 2018, and except as provided in Subsections (2)(c) and
168	(4), a waste facility that is owned by a political subdivision shall pay the following annual
169	facility fee to the department by January 15 of each year:
170	(i) \$800 if the facility receives 5,000 or more but fewer than 10,000 tons of municipal
171	waste each year;
172	(ii) \$1,450 if the facility receives 10,000 or more but fewer than 20,000 tons of
173	municipal waste each year;
174	(iii) \$3,850 if the facility receives 20,000 or more but fewer than 50,000 tons of
175	municipal waste each year;
176	(iv) \$12,250 if the facility receives 50,000 or more but fewer than 100,000 tons of
177	municipal waste each year;
178	(v) \$14,700 if the facility receives 100,000 or more but fewer than 200,000 tons of
179	municipal waste each year;
180	(vi) \$33,000 if the facility receives 200,000 or more but fewer than 500,000 tons of
181	municipal waste each year; and
182	(vii) \$66,000 if the facility receives 500,000 or more tons of municipal waste each

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183	year.
184	(b) The fee identified in Subsection (2)(a) for 2018 shall be paid by January 15, 2019.
185	(c) Through December 31, 2018, and except as provided in Subsection (4), a waste
186	facility that is owned by a political subdivision shall pay \$2.50 per ton for:
187	(i) nonhazardous solid waste that is not a waste described in Subsection (1)(a)(i) or (ii)
188	received for disposal if the waste is:
189	(A) generated outside the boundaries of the political subdivision; and
190	(B) received from a single generator and exceeds 500 tons in a calendar year; and
191	(ii) waste described in Subsection (1)(a)(iii)(B) received for disposal if the waste is:
192	(A) generated outside the boundaries of the political subdivision; and
193	(B) received from a single generator and exceeds 500 tons in a calendar year.
194	(d) Waste received at a facility owned by a political subdivision under Subsection
195	(2)(c) may not be counted as part of the total tonnage received by the facility under Subsection
196	(2)(a).
197	(3) (a) As used in this Subsection (3):
198	(i) "Recycling center" means a facility that extracts valuable materials from a waste
199	stream or transforms or remanufactures the material into a usable form that has demonstrated
200	or potential market value.
201	(ii) "Transfer station" means a permanent, fixed, supplemental collection and
202	transportation facility that is used to deposit collected solid waste from off-site into a transfer
203	vehicle for transport to a solid waste handling or disposal facility.
204	(b) Through December 31, 2018, and except as provided in Subsection (4), the owner
205	or operator of a transfer station or recycling center shall pay to the department the following
206	fees on waste sent for disposal to a nonhazardous solid waste disposal or treatment facility that
207	is not subject to a fee under this section:
208	(i) \$1.25 per ton on:
209	(A) all nonhazardous solid waste; and
210	(B) waste described in Subsection (1)(a)(iii)(B);
211	(ii) 10 cents per ton on all construction and demolition waste; and

(c) Wastes subject to fees under Subsection (3)(b)(ii) or (iii) are not subject to the fee

(iii) 5 cents per ton on all municipal waste or municipal incinerator ash.

required under Subsection (3)(b)(i).

- (4) The owner or operator of a waste disposal facility that receives nonhazardous solid waste described in Subsection (1)(a)(iii)(B) is not required to pay any fee on those nonhazardous solid wastes if received solely for the purpose of recycling, reuse, or reprocessing.
- (5) Through December 31, 2018, and except as provided in Subsection (2)(a), a facility required to pay fees under this section shall:
- (a) calculate the fees by multiplying the total tonnage of nonhazardous solid waste received during the calendar month, computed to the first decimal place, by the required fee rate;
- (b) pay the fees imposed by this section to the department by the 15th day of the month following the month in which the fees accrued; and
- (c) with the fees required under Subsection (6)(b), submit to the department, on a form prescribed by the department, information that verifies the amount of nonhazardous solid waste received and the fees that the owner or operator is required to pay.
- (6) (a) In accordance with Section 63J-1-504, on or before July 1, 2018, <u>and each fiscal</u> <u>year thereafter</u>, the department shall establish a fee schedule for the treatment, transfer, and disposal of all nonhazardous solid waste.
- (b) The department shall, before establishing the <u>annual</u> fee schedule described in Subsection (6)(a), consult with industry and local government and complete a review of program costs and indirect costs of regulating nonhazardous solid waste in the state and use the findings of the review to create the fee schedule.
 - (c) (i) The fee schedule described in Subsection (6)(a) shall:
- [(i)] (A) create an equitable and fair, though not necessarily equal or uniform, fee to be paid by all persons whose treatment, transfer, or disposal of nonhazardous solid waste creates a regulatory burden to the department, taking a facility's potential election to self-inspect under Section 19-6-109 into account, except as provided in Subsection (6)(d);
- [(ii)] (B) cover the fully burdened costs of the program and provide for reasonable and timely oversight by the department;
- [(iii)] (C) adequately meet the needs of industry, local government, and the department, including enabling the department to employ the appropriate number of qualified personnel to

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appropriately oversee industry and local government regulation	on;
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- [(iv)] (D) provide stable funding for the Environmental Quality Restricted Account created in Section 19-1-108; and
- [(v)] (E) [give consideration to a fee differential regarding] for solid waste managed at a transfer facility, be no greater than [50 percent of the fee set for the treatment or disposal of the same solid waste] \$750 annually.
- (ii) The fees imposed under this section shall be based on the actual regulatory services provided.
- (d) Any person who treats, transfers, stores, or disposes of solid waste from the extraction, beneficiation, and processing of ores and minerals on a site owned, controlled, or operated by that person may not be charged a fee under this section for the treatment, transfer, storage, or disposal of solid waste from the extraction, beneficiation, and processing of ores and minerals that are generated:
 - (i) on-site by the person; or
 - (ii) by off-site sources owned, controlled, or operated by the person.
- (e) The fees in the fee schedule established by Subsection (6)(a) shall take effect on January 1, 2019.
 - (7) On and after January 1, 2019, a facility required to pay fees under this section shall:
- (a) pay the fees imposed by this section to the department by the 15th day of the month following the quarter in which the fees accrued; and
- (b) with the fees required under Subsection (7)(a), submit to the department, on a form prescribed by the department, information that verifies the amount of nonhazardous solid waste received and the fees that the owner or operator is required to pay.
- (8) In setting the fee schedule described in Subsection (6)(a), the department shall ensure that a party is not charged multiple fees for the same solid waste, except the department may charge a separate fee for a transfer station.
 - (9) The department shall:
- (a) deposit all fees received under this section into the Environmental Quality Restricted Account created in Section 19-1-108; and
- 274 (b) in preparing its budget for the governor and the Legislature, separately indicate the 275 amount of the department's budget necessary to administer the solid and hazardous waste

276	program established by this part.
277	(10) The department may contract or agree with a county to assist in performing
278	nonhazardous solid waste management activities, including agreements for:
279	(a) the development of a solid waste management plan required under Section
280	17-15-23; and
281	(b) pass-through of available funding.
282	(11) This section does not exempt any facility from applicable regulation under the
283	Atomic Energy Act, 42 U.S.C. Sec. 2014 and 2021 through 2114.
284	(12) The department shall report to the Natural Resources, Agriculture, and
285	Environment Interim Committee by November 30, 2017, on the fee schedule described in
286	Subsection (6)(a).
287	Section 4. Section 19-6-126 is enacted to read:
288	19-6-126. Division of Waste Management and Radiation Control Expendable
289	Revenue Fund.
290	(1) There is created the Division of Waste Management and Radiation Control
291	Expendable Revenue Fund.
292	(2) The fund consists of money deposited in the fund pursuant to Section 19-1-108.
293	(3) The Division of Waste Management and Radiation Control may expend money in
294	the fund to upgrade technology for permitting and compliance purposes, and other expenditures
295	that will result in increased efficiency and reduced cost, as described in this section.
296	(4) The technology upgrade authorized in this section shall be designed to assist the
297	division in the following ways:
298	(a) allowing forms to be digitized and accessible online for:
299	(i) completion and submission by a division employee; and
300	(ii) review by a regulated facility;
301	(b) tracking expenses of a division employee, including travel time to inspected
302	facilities; and
303	(c) increasing employee efficiency and government transparency.
304	(5) The Division of Waste Management and Radiation Control may use money in the
305	fund to create training materials for the owner or operator of a solid waste management facility
306	to learn how to self-inspect the solid waste management facility.

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307	(6) (a) Once the technology described in this section is in place, the Division of Waste
308	Management and Radiation Control shall implement a method for a solid waste management
309	facility to use the technology to self-inspect as described in Section 19-6-109.
310	(b) Before the technology described in this section is in place, an owner or operator
311	who elects to self-inspect shall use the standard form used by a Division of Waste Management
312	and Radiation Control employee to conduct an inspection.
313	(7) In implementing this section, the Division of Waste Management and Radiation
314	Control shall work with the Department of Technology Services.
315	Section 5. Section 63I-2-219 is amended to read:
316	63I-2-219. Repeal dates Title 19.
317	[(1) Subsection 19-1-403(2)(c)(i), the language that states "minus the amount of any
318	tax credit claimed under Section 59-7-605 or 59-10-1009" is repealed on January 1, 2017.]
319	[(2) Subsection 19-1-403(2)(c)(ii), the language that states "minus the amount of any
320	tax credit claimed under Section 59-7-605 or 59-10-1009" is repealed on January 1, 2017.]
321	(1) (a) Subsection 19-1-108(3)(a) is repealed on July 1, 2019.
322	(b) When repealing Subsection 19-1-108(3)(a), the Office of Legislative Research and
323	General Counsel shall, in addition to its authority under Subsection 36-12-12(3), make
324	necessary changes to subsection numbering and cross references.
325	(2) Section 19-6-126 is repealed on January 1, 2020.

Legislative Review Note Office of Legislative Research and General Counsel